

## **FISCAL NOTE**

TO: Chief Clerk of the Senate  
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 13, 1995

SUBJECT: **HB 832 - SB 1454**

This bill, if enacted, will prohibit one home health agency from knowingly soliciting patients under another home health agency's care to change health agencies. The bill authorizes the Board for Licensing Health Care Facilities, after providing a notice and hearing before the board, to issue a fine of \$1,000 payable to the board for each violation, a reprimand, or an order suspending or revoking the license of an agency found to be in violation of this bill.

The fiscal impact from enactment of this bill is estimated to result in first year recurring state expenditures of \$192,200 and one-time state expenditures of \$16,200. This estimate assumes the Department of Health will receive 300 complaints from approximately 1,200 offices in operation which will require an investigation by the department. Details of this estimate are shown below:

4-PHNC 1's	\$ 85,248
1-Attorney 2	25,296
1 Secretary	12,924
Benefits	27,163
Travel	12,000
Communications	3,600
Professional Services (Hearings)	12,900
Office Supplies	1,800
Landscaping (one-time)	16,200
Rent	<u>11,300</u>
	Total \$208,400

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The enactment of this bill is also estimated to result in an increase in first year state revenues to the extent fines for violations are levied and collected; however, a reasonable estimate of the increase cannot be determined but is estimated not to be significant.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

James A. Davenport, Executive Director